

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

HB 191 - SB 293

April 3, 2023

SUMMARY OF BILL AS AMENDED (005021, 006482):

Authorizes Americano Steakhouse in Carter County to sell alcoholic beverages for on-premises consumption.

Authorizes Ober Gatlinburg Ski Resort in Sevier County to sell alcoholic beverages for on-premises consumption.

Authorizes Southshore Resort in Obion County to sell alcoholic beverages for on-premises consumption.

Authorizes Council Fire Golf Club in Hamilton County to sell alcoholic beverages for on-premises consumption.

Authorizes The Enclave Resort in Hamilton County to sell alcoholic beverages for on-premises consumption.

Authorizes Roamstead Smoky Mountains Resort in Cocke County to sell alcoholic beverages for on-premises consumption.

Authorizes Lakewind RV Resort in Pickett County to sell alcoholic beverages for on-premises consumption.

Authorizes Linita's Deli and Market in Hickman County to sell alcoholic beverages for on-premises consumption.

Authorizes Mountain Arts Community Center in Hamilton County to sell alcoholic beverages for on-premises consumption.

Authorizes 4 The Win Cigar Shop & Lounge in Coffee County to sell alcoholic beverages for on-premises consumption.

Authorizes TN Valley Railroad Museum in Hamilton County to sell alcoholic beverages for on-premises consumption.

Authorizes Woodhaven in Van Buren County to sell alcoholic beverages for on-premises consumption.

Authorizes Smoky Mountain Lakeside Resort and Marina in Jefferson County to sell alcoholic beverages for on-premises consumption.

Authorizes Farms at Bailey Station in Shelby County to sell alcoholic beverages for on-premises consumption.

Authorizes Staar Theatre at Antoinette Hall in Giles County to sell alcoholic beverages for on-premises consumption.

Authorizes Amazon BNA 12 Office Towers in Davidson County to sell alcoholic beverages for on-premises consumption.

Authorizes Nashville Yards in Davidson County to sell alcoholic beverages for on-premises consumption.

Authorizes the Factory at Franklin in Williamson County to sell alcoholic beverages for on-premises consumption.

Authorizes Friends in Low Places in Davidson County to sell alcoholic beverages for on-premises consumption.

Authorizes Kirby Pines Estate in Shelby County to sell alcoholic beverages for on-premises consumption.

Authorizes Central Cinema in Knox County to sell alcoholic beverages for on-premises consumption.

Authorizes The Beeches in Robertson County to sell alcoholic beverages for on-premises consumption.

Authorizes TriState Exhibition Center in Bradley County to sell alcoholic beverages for on-premises consumption.

Authorizes The Signal in Hamilton County to sell alcoholic beverages for on-premises consumption

Authorizes Chief's / Merrit Mansion Historic District in Davidson County to sell alcoholic beverages for on-premises consumption.

Authorizes Cascade Inn in Bledsoe County to sell alcoholic beverages for on-premises consumption.

Authorizes Fox Den Restaurant in Cocke County to sell alcoholic beverages for on-premises consumption.

Authorizes Del PizzaRio in Cocke County to sell alcoholic beverages for on-premises consumption.

Authorizes the City of Sevierville and the Sevierville Golf Club in Sevier County to sell alcoholic beverages for on-premises consumption.

Authorizes Food City Cafeteria in Carter County to sell alcoholic beverages for on-premises consumption.

FISCAL IMPACT OF BILL AS AMENDED:

**Increase State Revenue – \$60,200/FY23-24/ABC Fund
\$50,900/FY24-25 and Subsequent Years/ABC Fund
\$483,200/FY23-24 and Subsequent Years
/General Fund**

Increase Local Revenue – \$388,300/FY23-24 and Subsequent Years/Permissive

Assumptions for the bill as amended:

Americano Steakhouse

- This legislation only applies to one entity located in Roan Mountain, Carter County.
- It is assumed thatAmericano Steakhouse will seek a Premier Type Tourist Resort license.
- There is an initial application fee of \$300 and a \$2,000 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$2,300 (\$300 + \$2,000) in FY23-24 and an increase in state revenue to ABC of \$2,000 in FY24-25 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$1,500 for a Premier Type Tourist Resort.
- Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.
- State and local sales taxes and a 15.0 percent liquor-by-the-drink (LBD) tax will be assessed on alcoholic beverage sales.
- The current state sales tax rate is 7.0 percent; the local option sales tax rate in Carter County is 2.75 percent; the effective rate of apportionment to local government pursuant to the state-shared allocation is estimated to be 3.617 percent.
- Pursuant to Tenn. Code Ann. § 57-4-306(a), 50.0 percent of the 15.0 percent LBD tax is allocated to the state General Fund and 50.0 percent is distributed to the local government.
- It is assumed that the establishment will begin selling alcohol in FY23-24.
- Based on historical LBD tax return data, the average taxable base per establishment is estimated to be approximately \$133,000 per year.

- Given current limitations on the availability of LBD sales data by venue type and size, it is assumed that there are three venue-type categories: smaller than average; average; and larger than average. For the purpose of estimating the tax base for entities authorized to conduct LBD sales pursuant to legislation, the following ratios relative to the average LBD taxable base for all sized entities are utilized: 50 percent for smaller than average; 100 percent for average; and 150 percent for larger than average.
- Given the size and location of this particular venue, the recurring increase in sales is estimated to be \$133,000 per year.
- The recurring increase in state revenue to the General Fund in FY23-24 and subsequent years is estimated to be \$18,948 $[(\$133,000 \times 7.0\%) - (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)]$.
- The recurring increase in local revenue in FY23-24 and subsequent years is estimated to be \$15,469 $[\$1,500 + (\$133,000 \times 2.75\%) + (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)]$.
- Any revenue collected from any state or local taxes imposed on manufacturers or wholesalers is estimated to be not significant.

Ober Gatlinburg Ski Resort

- This legislation only applies to one entity located in Gatlinburg, Sevier County.
- It is assumed that Ober Gatlinburg Ski Resort will seek a Premier Type Tourist Resort license.
- There is an initial application fee of \$300 and a \$2,000 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$2,300 (\$300 + \$2,000) in FY23-24 and an increase in state revenue to ABC of \$2,000 in FY24-25 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$1,500 for a Premier Type Tourist Resort.
- Because alcohol sales currently take place on the premises of Ober Gatlinburg Ski Resort, any additional increase in tax revenue raised from the proposed legislation is considered to be not significant.

Southshore Resort

- This legislation only applies to one entity located in Samburg, Obion County.
- It is assumed that Southshore Resort will seek a Premier Type Tourist Resort license.
- There is an initial application fee of \$300 and a \$2,000 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$2,300 (\$300 + \$2,000) in FY23-24 and an increase in state revenue to ABC of \$2,000 in FY24-25 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$1,500 for a Premier Type Tourist Resort.
- Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.
- State and local sales taxes and a 15.0 percent liquor-by-the-drink (LBD) tax will be assessed on alcoholic beverage sales.

- The current state sales tax rate is 7.0 percent; the local option sales tax rate in Obion County is 2.75 percent; the effective rate of apportionment to local government pursuant to the state-shared allocation is estimated to be 3.617 percent.
- Pursuant to Tenn. Code Ann. § 57-4-306(a), 50.0 percent of the 15.0 percent LBD tax is allocated to the state General Fund and 50.0 percent is distributed to the local government.
- It is assumed that the establishment will begin selling alcohol in FY23-24.
- Based on historical LBD tax return data, the average taxable base per establishment is estimated to be approximately \$133,000 per year.
- Given current limitations on the availability of LBD sales data by venue type and size, it is assumed that there are three venue-type categories: smaller than average; average; and larger than average. For the purpose of estimating the tax base for entities authorized to conduct LBD sales pursuant to legislation, the following ratios relative to the average LBD taxable base for all sized entities are utilized: 50 percent for smaller than average; 100 percent for average; and 150 percent for larger than average.
- Given the size and location of this particular venue, the recurring increase in sales is estimated to be \$66,500 per year.
- The recurring increase in state revenue to the General Fund in FY23-24 and subsequent years is estimated to be \$9,474 $[(\$66,500 \times 7.0\%) - (\$66,500 \times 7.0\% \times 3.617\%) + (\$66,500 \times 15.0\% \times 50.0\%)]$.
- The recurring increase in local revenue in FY23-24 and subsequent years is estimated to be \$8,485 $[\$1,500 + (\$66,500 \times 2.75\%) + (\$66,500 \times 7.0\% \times 3.617\%) + (\$66,500 \times 15.0\% \times 50.0\%)]$.
- Any revenue collected from any state or local taxes imposed on manufacturers or wholesalers is estimated to be not significant.

Council Fire Golf Club

- This legislation only applies to one entity located in Chattanooga, Hamilton County.
- It is assumed that Council Fire Golf Club will seek a Private Club license.
- There is an initial application fee of \$300 and a \$500 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$800 (\$300 + \$500) in FY23-24 and an increase in state revenue to ABC of \$500 in FY24-25 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$300 for a Private Club.
- Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.
- State and local sales taxes and a 15.0 percent liquor-by-the-drink (LBD) tax will be assessed on alcoholic beverage sales.
- The current state sales tax rate is 7.0 percent; the local option sales tax rate in Hamilton County is 2.25 percent; the effective rate of apportionment to local government pursuant to the state-shared allocation is estimated to be 3.617 percent.
- Pursuant to Tenn. Code Ann. § 57-4-306(a), 50.0 percent of the 15.0 percent LBD tax is allocated to the state General Fund and 50.0 percent is distributed to the local government.

- It is assumed that the establishment will begin selling alcohol in FY23-24.
- Based on historical LBD tax return data, the average taxable base per establishment is estimated to be approximately \$133,000 per year.
- Given current limitations on the availability of LBD sales data by venue type and size, it is assumed that there are three venue-type categories: smaller than average; average; and larger than average. For the purpose of estimating the tax base for entities authorized to conduct LBD sales pursuant to legislation, the following ratios relative to the average LBD taxable base for all sized entities are utilized: 50 percent for smaller than average; 100 percent for average; and 150 percent for larger than average.
- Given the size and location of this particular venue, the recurring increase in sales is estimated to be \$133,000 per year.
- The recurring increase in state revenue to the General Fund in FY23-24 and subsequent years is estimated to be \$18,948 $[(\$133,000 \times 7.0\%) - (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)]$.
- The recurring increase in local revenue in FY23-24 and subsequent years is estimated to be \$13,604 $[\$300 + (\$133,000 \times 2.25\%) + (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)]$.
- Any revenue collected from any state or local taxes imposed on manufacturers or wholesalers is estimated to be not significant.

The Enclave Resort

- This legislation only applies to one entity located in Ooltewah, Hamilton County.
- It is assumed that The Enclave Resort will seek a Premier Type Tourist Resort license.
- There is an initial application fee of \$300 and a \$2,000 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$2,300 $(\$300 + \$2,000)$ in FY23-24 and an increase in state revenue to ABC of \$2,000 in FY24-25 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$1,500 for a Premier Type Tourist Resort.
- Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.
- State and local sales taxes and a 15.0 percent liquor-by-the-drink (LBD) tax will be assessed on alcoholic beverage sales.
- The current state sales tax rate is 7.0 percent; the local option sales tax rate in Hamilton County is 2.25 percent; the effective rate of apportionment to local government pursuant to the state-shared allocation is estimated to be 3.617 percent.
- Pursuant to Tenn. Code Ann. § 57-4-306(a), 50.0 percent of the 15.0 percent LBD tax is allocated to the state General Fund and 50.0 percent is distributed to the local government.
- It is assumed that the establishment will begin selling alcohol in FY23-24.
- Based on historical LBD tax return data, the average taxable base per establishment is estimated to be approximately \$133,000 per year.
- Given current limitations on the availability of LBD sales data by venue type and size, it is assumed that there are three venue-type categories: smaller than average; average; and larger than average. For the purpose of estimating the tax base for entities authorized to

conduct LBD sales pursuant to legislation, the following ratios relative to the average LBD taxable base for all sized entities are utilized: 50 percent for smaller than average; 100 percent for average; and 150 percent for larger than average.

- Given the size and location of this particular venue, the recurring increase in sales is estimated to be \$133,000 per year.
- The recurring increase in state revenue to the General Fund in FY23-24 and subsequent years is estimated to be \$18,948 $[(\$133,000 \times 7.0\%) - (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)]$.
- The recurring increase in local revenue in FY23-24 and subsequent years is estimated to be \$14,804 $[\$1,500 + (\$133,000 \times 2.25\%) + (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)]$.
- Any revenue collected from any state or local taxes imposed on manufacturers or wholesalers is estimated to be not significant.

Roamstead Smoky Mountains Resort

- This legislation only applies to one entity located in Cosby, Cocke County.
- It is assumed that Roamstead Smoky Mountains Resort will seek a Premier Type Tourist Resort license.
- There is an initial application fee of \$300 and a \$2,000 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$2,300 $(\$300 + \$2,000)$ in FY23-24 and an increase in state revenue to ABC of \$2,000 in FY24-25 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$1,500 for a Premier Type Tourist Resort.
- Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.
- State and local sales taxes and a 15.0 percent liquor-by-the-drink (LBD) tax will be assessed on alcoholic beverage sales.
- The current state sales tax rate is 7.0 percent; the local option sales tax rate in Cocke County is 2.75 percent; the effective rate of apportionment to local government pursuant to the state-shared allocation is estimated to be 3.617 percent.
- Pursuant to Tenn. Code Ann. § 57-4-306(a), 50.0 percent of the 15.0 percent LBD tax is allocated to the state General Fund and 50.0 percent is distributed to the local government.
- It is assumed that the establishment will begin selling alcohol in FY23-24.
- Based on historical LBD tax return data, the average taxable base per establishment is estimated to be approximately \$133,000 per year.
- Given current limitations on the availability of LBD sales data by venue type and size, it is assumed that there are three venue-type categories: smaller than average; average; and larger than average. For the purpose of estimating the tax base for entities authorized to conduct LBD sales pursuant to legislation, the following ratios relative to the average LBD taxable base for all sized entities are utilized: 50 percent for smaller than average; 100 percent for average; and 150 percent for larger than average.
- Given the size and location of this particular venue, the recurring increase in sales is estimated to be \$66,500 per year.

- The recurring increase in state revenue to the General Fund in FY23-24 and subsequent years is estimated to be \$9,474 $[(\$66,500 \times 7.0\%) - (\$66,500 \times 7.0\% \times 3.617\%) + (\$66,500 \times 15.0\% \times 50.0\%)]$.
- The recurring increase in local revenue in FY23-24 and subsequent years is estimated to be \$8,485 $[\$1,500 + (\$66,500 \times 2.75\%) + (\$66,500 \times 7.0\% \times 3.617\%) + (\$66,500 \times 15.0\% \times 50.0\%)]$.
- Any revenue collected from any state or local taxes imposed on manufacturers or wholesalers is estimated to be not significant.

Lakewind RV Resort

- This legislation only applies to one entity located in Byrdstown, Pickett County.
- It is assumed that Lakewind RV Resort will seek a Premier Type Tourist Resort license.
- There is an initial application fee of \$300 and a \$2,000 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$2,300 $(\$300 + \$2,000)$ in FY23-24 and an increase in state revenue to ABC of \$2,000 in FY24-25 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$1,500 for a Premier Type Tourist Resort.
- Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.
- State and local sales taxes and a 15.0 percent liquor-by-the-drink (LBD) tax will be assessed on alcoholic beverage sales.
- The current state sales tax rate is 7.0 percent; the local option sales tax rate in Pickett County is 2.75 percent; the effective rate of apportionment to local government pursuant to the state-shared allocation is estimated to be 3.617 percent.
- Pursuant to Tenn. Code Ann. § 57-4-306(a), 50.0 percent of the 15.0 percent LBD tax is allocated to the state General Fund and 50.0 percent is distributed to the local government.
- It is assumed that the establishment will begin selling alcohol in FY23-24.
- Based on historical LBD tax return data, the average taxable base per establishment is estimated to be approximately \$133,000 per year.
- Given current limitations on the availability of LBD sales data by venue type and size, it is assumed that there are three venue-type categories: smaller than average; average; and larger than average. For the purpose of estimating the tax base for entities authorized to conduct LBD sales pursuant to legislation, the following ratios relative to the average LBD taxable base for all sized entities are utilized: 50 percent for smaller than average; 100 percent for average; and 150 percent for larger than average.
- Given the size and location of this particular venue, the recurring increase in sales is estimated to be \$66,500 per year.
- The recurring increase in state revenue to the General Fund in FY23-24 and subsequent years is estimated to be \$9,474 $[(\$66,500 \times 7.0\%) - (\$66,500 \times 7.0\% \times 3.617\%) + (\$66,500 \times 15.0\% \times 50.0\%)]$.
- The recurring increase in local revenue in FY23-24 and subsequent years is estimated to be \$8,485 $[\$1,500 + (\$66,500 \times 2.75\%) + (\$66,500 \times 7.0\% \times 3.617\%) + (\$66,500 \times 15.0\% \times 50.0\%)]$.

- Any revenue collected from any state or local taxes imposed on manufacturers or wholesalers is estimated to be not significant.

Linita's Deli and Market

- This legislation only applies to one entity located in Nunnelly, Hickman County.
- It is assumed that Linita's Deli and Market will seek a Premier Type Tourist Resort license.
- There is an initial application fee of \$300 and a \$2,000 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$2,300 (\$300 + \$2,000) in FY23-24 and an increase in state revenue to ABC of \$2,000 in FY24-25 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$1,500 for a Premier Type Tourist Resort.
- Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.
- State and local sales taxes and a 15.0 percent liquor-by-the-drink (LBD) tax will be assessed on alcoholic beverage sales.
- The current state sales tax rate is 7.0 percent; the local option sales tax rate in Hickman County is 2.75 percent; the effective rate of apportionment to local government pursuant to the state-shared allocation is estimated to be 3.617 percent.
- Pursuant to Tenn. Code Ann. § 57-4-306(a), 50.0 percent of the 15.0 percent LBD tax is allocated to the state General Fund and 50.0 percent is distributed to the local government.
- It is assumed that the establishment will begin selling alcohol in FY23-24.
- Based on historical LBD tax return data, the average taxable base per establishment is estimated to be approximately \$133,000 per year.
- Given current limitations on the availability of LBD sales data by venue type and size, it is assumed that there are three venue-type categories: smaller than average; average; and larger than average. For the purpose of estimating the tax base for entities authorized to conduct LBD sales pursuant to legislation, the following ratios relative to the average LBD taxable base for all sized entities are utilized: 50 percent for smaller than average; 100 percent for average; and 150 percent for larger than average.
- Given the size and location of this particular venue, the recurring increase in sales is estimated to be \$66,500 per year.
- The recurring increase in state revenue to the General Fund in FY23-24 and subsequent years is estimated to be \$9,474 $[(\$66,500 \times 7.0\%) - (\$66,500 \times 7.0\% \times 3.617\%) + (\$66,500 \times 15.0\% \times 50.0\%)]$.
- The recurring increase in local revenue in FY23-24 and subsequent years is estimated to be \$8,485 $[\$1,500 + (\$66,500 \times 2.75\%) + (\$66,500 \times 7.0\% \times 3.617\%) + (\$66,500 \times 15.0\% \times 50.0\%)]$.
- Any revenue collected from any state or local taxes imposed on manufacturers or wholesalers is estimated to be not significant.

Mountain Arts Community Center

- This legislation only applies to one entity located in Signal Mountain, Hamilton County.

- It is assumed that Mountain Arts Community Center will seek a Community Theater license.
- There is an initial application fee of \$300 and a \$150 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$450 (\$300 + \$150) in FY23-24 and an increase in state revenue to ABC of \$150 in FY24-25 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$300 for a Community Theater.
- Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.
- State and local sales taxes and a 15.0 percent liquor-by-the-drink (LBD) tax will be assessed on alcoholic beverage sales.
- The current state sales tax rate is 7.0 percent; the local option sales tax rate in Hamilton County is 2.25 percent; the effective rate of apportionment to local government pursuant to the state-shared allocation is estimated to be 3.617 percent.
- Pursuant to Tenn. Code Ann. § 57-4-306(a), 50.0 percent of the 15.0 percent LBD tax is allocated to the state General Fund and 50.0 percent is distributed to the local government.
- It is assumed that the establishment will begin selling alcohol in FY23-24.
- Based on historical LBD tax return data, the average taxable base per establishment is estimated to be approximately \$133,000 per year.
- Given current limitations on the availability of LBD sales data by venue type and size, it is assumed that there are three venue-type categories: smaller than average; average; and larger than average. For the purpose of estimating the tax base for entities authorized to conduct LBD sales pursuant to legislation, the following ratios relative to the average LBD taxable base for all sized entities are utilized: 50 percent for smaller than average; 100 percent for average; and 150 percent for larger than average.
- Given the size and location of this particular venue, the recurring increase in sales is estimated to be \$66,500 per year.
- The recurring increase in state revenue to the General Fund in FY23-24 and subsequent years is estimated to be \$9,474 $[(\$66,500 \times 7.0\%) - (\$66,500 \times 7.0\% \times 3.617\%) + (\$66,500 \times 15.0\% \times 50.0\%)]$.
- The recurring increase in local revenue in FY23-24 and subsequent years is estimated to be \$6,952 $[\$300 + (\$133,000 \times 2.25\%) + (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)]$.
- Any revenue collected from any state or local taxes imposed on manufacturers or wholesalers is estimated to be not significant.

4 The Win Cigar Shop & Lounge

- This legislation only applies to one entity located in Tullahoma, Coffee County.
- It is assumed that 4 The Win Cigar Shop & Lounge will seek a Premier Type Tourist Resort license.
- There is an initial application fee of \$300 and a \$2,000 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).

- A total increase in state revenue to ABC of \$2,300 (\$300 + \$2,000) in FY23-24 and an increase in state revenue to ABC of \$2,000 in FY24-25 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$1,500 for a Premier Type Tourist Resort.
- Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.
- State and local sales taxes and a 15.0 percent liquor-by-the-drink (LBD) tax will be assessed on alcoholic beverage sales.
- The current state sales tax rate is 7.0 percent; the local option sales tax rate in Coffee County is 2.75 percent; the effective rate of apportionment to local government pursuant to the state-shared allocation is estimated to be 3.617 percent.
- Pursuant to Tenn. Code Ann. § 57-4-306(a), 50.0 percent of the 15.0 percent LBD tax is allocated to the state General Fund and 50.0 percent is distributed to the local government.
- It is assumed that the establishment will begin selling alcohol in FY23-24.
- Based on historical LBD tax return data, the average taxable base per establishment is estimated to be approximately \$133,000 per year.
- Given current limitations on the availability of LBD sales data by venue type and size, it is assumed that there are three venue-type categories: smaller than average; average; and larger than average. For the purpose of estimating the tax base for entities authorized to conduct LBD sales pursuant to legislation, the following ratios relative to the average LBD taxable base for all sized entities are utilized: 50 percent for smaller than average; 100 percent for average; and 150 percent for larger than average.
- Given the size and location of this particular venue, the recurring increase in sales is estimated to be \$133,000 per year.
- The recurring increase in state revenue to the General Fund in FY23-24 and subsequent years is estimated to be \$18,948 $[(\$133,000 \times 7.0\%) - (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)]$.
- The recurring increase in local revenue in FY23-24 and subsequent years is estimated to be \$15,469 $[\$1,500 + (\$133,000 \times 2.75\%) + (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)]$.
- Any revenue collected from any state or local taxes imposed on manufacturers or wholesalers is estimated to be not significant.

TN Valley Railroad Museum

- This legislation only applies to one entity located in Chattanooga, Hamilton County.
- It is assumed that TN Valley Railroad Museum will seek a Premier Type Tourist Resort license.
- There is an initial application fee of \$300 and a \$2,000 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$2,300 (\$300 + \$2,000) in FY23-24 and an increase in state revenue to ABC of \$2,000 in FY24-25 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$1,500 for a Premier Type Tourist Resort.

- Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.
- State and local sales taxes and a 15.0 percent liquor-by-the-drink (LBD) tax will be assessed on alcoholic beverage sales.
- The current state sales tax rate is 7.0 percent; the local option sales tax rate in Hamilton County is 2.25 percent; the effective rate of apportionment to local government pursuant to the state-shared allocation is estimated to be 3.617 percent.
- Pursuant to Tenn. Code Ann. § 57-4-306(a), 50.0 percent of the 15.0 percent LBD tax is allocated to the state General Fund and 50.0 percent is distributed to the local government.
- It is assumed that the establishment will begin selling alcohol in FY23-24.
- Based on historical LBD tax return data, the average taxable base per establishment is estimated to be approximately \$133,000 per year.
- Given current limitations on the availability of LBD sales data by venue type and size, it is assumed that there are three venue-type categories: smaller than average; average; and larger than average. For the purpose of estimating the tax base for entities authorized to conduct LBD sales pursuant to legislation, the following ratios relative to the average LBD taxable base for all sized entities are utilized: 50 percent for smaller than average; 100 percent for average; and 150 percent for larger than average.
- Given the size and location of this particular venue, the recurring increase in sales is estimated to be \$133,000 per year.
- The recurring increase in state revenue to the General Fund in FY23-24 and subsequent years is estimated to be \$18,948 $[(\$133,000 \times 7.0\%) - (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)]$.
- The recurring increase in local revenue in FY23-24 and subsequent years is estimated to be \$14,804 $[\$1,500 + (\$133,000 \times 2.25\%) + (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)]$.
- Any revenue collected from any state or local taxes imposed on manufacturers or wholesalers is estimated to be not significant.

Woodhaven

- This legislation only applies to one entity located in Spencer, Van Buren County.
- It is assumed that Woodhaven will seek a Premier Type Tourist Resort license.
- There is an initial application fee of \$300 and a \$2,000 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$2,300 $(\$300 + \$2,000)$ in FY23-24 and an increase in state revenue to ABC of \$2,000 in FY24-25 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$1,500 for a Premier Type Tourist Resort.
- Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.
- State and local sales taxes and a 15.0 percent liquor-by-the-drink (LBD) tax will be assessed on alcoholic beverage sales.

- The current state sales tax rate is 7.0 percent; the local option sales tax rate in Van Buren County is 2.75 percent; the effective rate of apportionment to local government pursuant to the state-shared allocation is estimated to be 3.617 percent.
- Pursuant to Tenn. Code Ann. § 57-4-306(a), 50.0 percent of the 15.0 percent LBD tax is allocated to the state General Fund and 50.0 percent is distributed to the local government.
- It is assumed that the establishment will begin selling alcohol in FY23-24.
- Based on historical LBD tax return data, the average taxable base per establishment is estimated to be approximately \$133,000 per year.
- Given current limitations on the availability of LBD sales data by venue type and size, it is assumed that there are three venue-type categories: smaller than average; average; and larger than average. For the purpose of estimating the tax base for entities authorized to conduct LBD sales pursuant to legislation, the following ratios relative to the average LBD taxable base for all sized entities are utilized: 50 percent for smaller than average; 100 percent for average; and 150 percent for larger than average.
- Given the size and location of this particular venue, the recurring increase in sales is estimated to be \$66,500 per year.
- The recurring increase in state revenue to the General Fund in FY23-24 and subsequent years is estimated to be \$9,474 $[(\$66,500 \times 7.0\%) - (\$66,500 \times 7.0\% \times 3.617\%) + (\$66,500 \times 15.0\% \times 50.0\%)]$.
- The recurring increase in local revenue in FY23-24 and subsequent years is estimated to be \$8,485 $[\$1,500 + (\$66,500 \times 2.75\%) + (\$66,500 \times 7.0\% \times 3.617\%) + (\$66,500 \times 15.0\% \times 50.0\%)]$.
- Any revenue collected from any state or local taxes imposed on manufacturers or wholesalers is estimated to be not significant.

Smoky Mountain Lakeside Resort and Marina

- This legislation only applies to one entity located in Dandridge, Jefferson County.
- It is assumed that Smoky Mountain Lakeside Resort and Marina will seek a Premier Type Tourist Resort license.
- There is an initial application fee of \$300 and a \$2,000 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$2,300 (\$300 + \$2,000) in FY23-24 and an increase in state revenue to ABC of \$2,000 in FY24-25 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$1,500 for a Premier Type Tourist Resort.
- Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.
- State and local sales taxes and a 15.0 percent liquor-by-the-drink (LBD) tax will be assessed on alcoholic beverage sales.
- The current state sales tax rate is 7.0 percent; the local option sales tax rate in Jefferson County is 2.75 percent; the effective rate of apportionment to local government pursuant to the state-shared allocation is estimated to be 3.617 percent.

- Pursuant to Tenn. Code Ann. § 57-4-306(a), 50.0 percent of the 15.0 percent LBD tax is allocated to the state General Fund and 50.0 percent is distributed to the local government.
- It is assumed that the establishment will begin selling alcohol in FY23-24.
- Based on historical LBD tax return data, the average taxable base per establishment is estimated to be approximately \$133,000 per year.
- Given current limitations on the availability of LBD sales data by venue type and size, it is assumed that there are three venue-type categories: smaller than average; average; and larger than average. For the purpose of estimating the tax base for entities authorized to conduct LBD sales pursuant to legislation, the following ratios relative to the average LBD taxable base for all sized entities are utilized: 50 percent for smaller than average; 100 percent for average; and 150 percent for larger than average.
- Given the size and location of this particular venue, the recurring increase in sales is estimated to be \$66,500 per year.
- The recurring increase in state revenue to the General Fund in FY23-24 and subsequent years is estimated to be \$9,474 $[(\$66,500 \times 7.0\%) - (\$66,500 \times 7.0\% \times 3.617\%) + (\$66,500 \times 15.0\% \times 50.0\%)]$.
- The recurring increase in local revenue in FY23-24 and subsequent years is estimated to be \$8,485 $[\$1,500 + (\$66,500 \times 2.75\%) + (\$66,500 \times 7.0\% \times 3.617\%) + (\$66,500 \times 15.0\% \times 50.0\%)]$.
- Any revenue collected from any state or local taxes imposed on manufacturers or wholesalers is estimated to be not significant.

Farms at Bailey Station

- This legislation only applies to one entity located in Collierville, Shelby County.
- It is assumed that Farms at Bailey Station will seek a Premier Type Tourist Resort license.
- There is an initial application fee of \$300 and a \$2,000 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$2,300 ($\$300 + \$2,000$) in FY23-24 and an increase in state revenue to ABC of \$2,000 in FY24-25 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$1,500 for a Premier Type Tourist Resort.
- Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.
- State and local sales taxes and a 15.0 percent liquor-by-the-drink (LBD) tax will be assessed on alcoholic beverage sales.
- The current state sales tax rate is 7.0 percent; the local option sales tax rate in Shelby County is 2.75 percent; the effective rate of apportionment to local government pursuant to the state-shared allocation is estimated to be 3.617 percent.
- Pursuant to Tenn. Code Ann. § 57-4-306(a), 50.0 percent of the 15.0 percent LBD tax is allocated to the state General Fund and 50.0 percent is distributed to the local government.
- It is assumed that the establishment will begin selling alcohol in FY23-24.

- Based on historical LBD tax return data, the average taxable base per establishment is estimated to be approximately \$133,000 per year.
- Given current limitations on the availability of LBD sales data by venue type and size, it is assumed that there are three venue-type categories: smaller than average; average; and larger than average. For the purpose of estimating the tax base for entities authorized to conduct LBD sales pursuant to legislation, the following ratios relative to the average LBD taxable base for all sized entities are utilized: 50 percent for smaller than average; 100 percent for average; and 150 percent for larger than average.
- Given the size and location of this particular venue, the recurring increase in sales is estimated to be \$133,000 per year.
- The recurring increase in state revenue to the General Fund in FY23-24 and subsequent years is estimated to be \$18,948 $[(\$133,000 \times 7.0\%) - (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)]$.
- The recurring increase in local revenue in FY23-24 and subsequent years is estimated to be \$15,469 $[\$1,500 + (\$133,000 \times 2.75\%) + (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)]$.
- Any revenue collected from any state or local taxes imposed on manufacturers or wholesalers is estimated to be not significant.

Staar Theatre at Antoinette Hall

- This legislation only applies to one entity located in Pulaski, Giles County.
- It is assumed that Staar Theatre at Antoinette Hall will seek a Community Theater license.
- There is an initial application fee of \$300 and a \$150 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$450 ($\$300 + \150) in FY23-24 and an increase in state revenue to ABC of \$150 in FY24-25 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$300 for a Community Theater.
- Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.
- State and local sales taxes and a 15.0 percent liquor-by-the-drink (LBD) tax will be assessed on alcoholic beverage sales.
- The current state sales tax rate is 7.0 percent; the local option sales tax rate in Giles County is 2.75 percent; the effective rate of apportionment to local government pursuant to the state-shared allocation is estimated to be 3.617 percent.
- Pursuant to Tenn. Code Ann. § 57-4-306(a), 50.0 percent of the 15.0 percent LBD tax is allocated to the state General Fund and 50.0 percent is distributed to the local government.
- It is assumed that the establishment will begin selling alcohol in FY23-24.
- Based on historical LBD tax return data, the average taxable base per establishment is estimated to be approximately \$133,000 per year.
- Given current limitations on the availability of LBD sales data by venue type and size, it is assumed that there are three venue-type categories: smaller than average; average; and larger than average. For the purpose of estimating the tax base for entities authorized to

conduct LBD sales pursuant to legislation, the following ratios relative to the average LBD taxable base for all sized entities are utilized: 50 percent for smaller than average; 100 percent for average; and 150 percent for larger than average.

- Given the size and location of this particular venue, the recurring increase in sales is estimated to be \$133,000 per year.
- The recurring increase in state revenue to the General Fund in FY23-24 and subsequent years is estimated to be \$18,948 $[(\$133,000 \times 7.0\%) - (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)]$.
- The recurring increase in local revenue in FY23-24 and subsequent years is estimated to be \$14,269 $[\$300 + (\$133,000 \times 2.75\%) + (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)]$.
- Any revenue collected from any state or local taxes imposed on manufacturers or wholesalers is estimated to be not significant.

Amazon BNA 12 Office Towers

- This legislation only applies to one entity located in Nashville, Davidson County.
- It is assumed that Amazon BNA 12 Office Towers will seek a Premier Type Tourist Resort license.
- There is an initial application fee of \$300 and a \$2,000 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$2,300 $(\$300 + \$2,000)$ in FY23-24 and an increase in state revenue to ABC of \$2,000 in FY24-25 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$1,500 for a Premier Type Tourist Resort.
- Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.
- State and local sales taxes and a 15.0 percent liquor-by-the-drink (LBD) tax will be assessed on alcoholic beverage sales.
- The current state sales tax rate is 7.0 percent; the local option sales tax rate in Davidson County is 2.25 percent; the effective rate of apportionment to local government pursuant to the state-shared allocation is estimated to be 3.617 percent.
- Pursuant to Tenn. Code Ann. § 57-4-306(a), 50.0 percent of the 15.0 percent LBD tax is allocated to the state General Fund and 50.0 percent is distributed to the local government.
- It is assumed that the establishment will begin selling alcohol in FY23-24.
- Based on historical LBD tax return data, the average taxable base per establishment is estimated to be approximately \$133,000 per year.
- Given current limitations on the availability of LBD sales data by venue type and size, it is assumed that there are three venue-type categories: smaller than average; average; and larger than average. For the purpose of estimating the tax base for entities authorized to conduct LBD sales pursuant to legislation, the following ratios relative to the average LBD taxable base for all sized entities are utilized: 50 percent for smaller than average; 100 percent for average; and 150 percent for larger than average.
- Given the size and location of this particular venue, the recurring increase in sales is estimated to be \$133,000 per year.

- The recurring increase in state revenue to the General Fund in FY23-24 and subsequent years is estimated to be \$18,948 $[(\$133,000 \times 7.0\%) - (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)]$.
- The recurring increase in local revenue in FY23-24 and subsequent years is estimated to be \$14,804 $[\$1,500 + (\$133,000 \times 2.25\%) + (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)]$.
- Any revenue collected from any state or local taxes imposed on manufacturers or wholesalers is estimated to be not significant.

Nashville Yards

- This legislation applies to multiple entities located in Nashville, Davidson County.
- It is assumed that Nashville Yards will seek a Premier Type Tourist Resort license.
- There is an initial application fee of \$300 and a \$2,000 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$2,300 $(\$300 + \$2,000)$ in FY23-24 and an increase in state revenue to ABC of \$2,000 in FY24-25 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$1,500 for a Premier Type Tourist Resort.
- Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.
- State and local sales taxes and a 15.0 percent liquor-by-the-drink (LBD) tax will be assessed on alcoholic beverage sales.
- The current state sales tax rate is 7.0 percent; the local option sales tax rate in Davidson County is 2.25 percent; the effective rate of apportionment to local government pursuant to the state-shared allocation is estimated to be 3.617 percent.
- Pursuant to Tenn. Code Ann. § 57-4-306(a), 50.0 percent of the 15.0 percent LBD tax is allocated to the state General Fund and 50.0 percent is distributed to the local government.
- It is assumed that the establishment will begin selling alcohol in FY23-24.
- Based on historical LBD tax return data, the average taxable base per establishment is estimated to be approximately \$133,000 per year.
- Given current limitations on the availability of LBD sales data by venue type and size, it is assumed that there are three venue-type categories: smaller than average; average; and larger than average. For the purpose of estimating the tax base for entities authorized to conduct LBD sales pursuant to legislation, the following ratios relative to the average LBD taxable base for all sized entities are utilized: 50 percent for smaller than average; 100 percent for average; and 150 percent for larger than average.
- Given the size and location of this particular venue, the recurring increase in sales is estimated to be \$199,500 per year.
- The recurring increase in state revenue to the General Fund in FY23-24 and subsequent years is estimated to be \$28,422 $[(\$199,500 \times 7.0\%) - (\$199,500 \times 7.0\% \times 3.617\%) + (\$199,500 \times 15.0\% \times 50.0\%)]$.
- The recurring increase in local revenue in FY23-24 and subsequent years is estimated to be \$21,456 $[\$1,500 + (\$199,500 \times 2.25\%) + (\$199,500 \times 7.0\% \times 3.617\%) + (\$199,500 \times 15.0\% \times 50.0\%)]$.

- Any revenue collected from any state or local taxes imposed on manufacturers or wholesalers is estimated to be not significant.

The Factory at Franklin

- This legislation applies to multiple entities located in Franklin, Williamson County.
- It is assumed that The Factory at Franklin will seek a Premier Type Tourist Resort license.
- There is an initial application fee of \$300 and a \$2,000 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$2,300 (\$300 + \$2,000) in FY23-24 and an increase in state revenue to ABC of \$2,000 in FY24-25 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$1,500 for a Premier Type Tourist Resort.
- Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.
- State and local sales taxes and a 15.0 percent liquor-by-the-drink (LBD) tax will be assessed on alcoholic beverage sales.
- The current state sales tax rate is 7.0 percent; the local option sales tax rate in Williamson County is 2.75 percent; the effective rate of apportionment to local government pursuant to the state-shared allocation is estimated to be 3.617 percent.
- Pursuant to Tenn. Code Ann. § 57-4-306(a), 50.0 percent of the 15.0 percent LBD tax is allocated to the state General Fund and 50.0 percent is distributed to the local government.
- It is assumed that the establishment will begin selling alcohol in FY23-24.
- Based on historical LBD tax return data, the average taxable base per establishment is estimated to be approximately \$133,000 per year.
- Given current limitations on the availability of LBD sales data by venue type and size, it is assumed that there are three venue-type categories: smaller than average; average; and larger than average. For the purpose of estimating the tax base for entities authorized to conduct LBD sales pursuant to legislation, the following ratios relative to the average LBD taxable base for all sized entities are utilized: 50 percent for smaller than average; 100 percent for average; and 150 percent for larger than average.
- Given the size and location of this particular venue, the recurring increase in sales is estimated to be \$133,000 per year.
- The recurring increase in state revenue to the General Fund in FY23-24 and subsequent years is estimated to be \$18,948 $[(\$133,000 \times 7.0\%) - (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)]$.
- The recurring increase in local revenue in FY23-24 and subsequent years is estimated to be \$15,469 $[\$1,500 + (\$133,000 \times 2.75\%) + (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)]$.
- Any revenue collected from any state or local taxes imposed on manufacturers or wholesalers is estimated to be not significant.

Friends in Low Places

- This legislation only applies to one entity located in Nashville, Davidson County.

- It is assumed that Friends in Low Places will seek a Premier Type Tourist Resort license.
- There is an initial application fee of \$300 and a \$2,000 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$2,300 (\$300 + \$2,000) in FY23-24 and an increase in state revenue to ABC of \$2,000 in FY24-25 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$1,500 for a Premier Type Tourist Resort.
- Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.
- State and local sales taxes and a 15.0 percent liquor-by-the-drink (LBD) tax will be assessed on alcoholic beverage sales.
- The current state sales tax rate is 7.0 percent; the local option sales tax rate in Davidson County is 2.25 percent; the effective rate of apportionment to local government pursuant to the state-shared allocation is estimated to be 3.617 percent.
- Pursuant to Tenn. Code Ann. § 57-4-306(a), 50.0 percent of the 15.0 percent LBD tax is allocated to the state General Fund and 50.0 percent is distributed to the local government.
- It is assumed that the establishment will begin selling alcohol in FY23-24.
- Based on historical LBD tax return data, the average taxable base per establishment is estimated to be approximately \$133,000 per year.
- Given current limitations on the availability of LBD sales data by venue type and size, it is assumed that there are three venue-type categories: smaller than average; average; and larger than average. For the purpose of estimating the tax base for entities authorized to conduct LBD sales pursuant to legislation, the following ratios relative to the average LBD taxable base for all sized entities are utilized: 50 percent for smaller than average; 100 percent for average; and 150 percent for larger than average.
- Given the size and location of this particular venue, the recurring increase in sales is estimated to be \$199,500 per year.
- The recurring increase in state revenue to the General Fund in FY23-24 and subsequent years is estimated to be \$28,422 $[(\$199,500 \times 7.0\%) - (\$199,500 \times 7.0\% \times 3.617\%) + (\$199,500 \times 15.0\% \times 50.0\%)]$.
- The recurring increase in local revenue in FY23-24 and subsequent years is estimated to be \$21,456 $[\$1,500 + (\$199,500 \times 2.25\%) + (\$199,500 \times 7.0\% \times 3.617\%) + (\$199,500 \times 15.0\% \times 50.0\%)]$.
- Any revenue collected from any state or local taxes imposed on manufacturers or wholesalers is estimated to be not significant.

Kirby Pines Estates

- This legislation only applies to one entity located in Memphis, Shelby County.
- It is assumed that Kirby Pines Estates will seek a Premier Type Tourist Resort license.
- There is an initial application fee of \$300 and a \$2,000 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$2,300 (\$300 + \$2,000) in FY23-24 and an increase in state revenue to ABC of \$2,000 in FY24-25 and subsequent years.

- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$1,500 for a Premier Type Tourist Resort.
- Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.
- State and local sales taxes and a 15.0 percent liquor-by-the-drink (LBD) tax will be assessed on alcoholic beverage sales.
- The current state sales tax rate is 7.0 percent; the local option sales tax rate in Shelby County is 2.75 percent; the effective rate of apportionment to local government pursuant to the state-shared allocation is estimated to be 3.617 percent.
- Pursuant to Tenn. Code Ann. § 57-4-306(a), 50.0 percent of the 15.0 percent LBD tax is allocated to the state General Fund and 50.0 percent is distributed to the local government.
- It is assumed that the establishment will begin selling alcohol in FY23-24.
- Based on historical LBD tax return data, the average taxable base per establishment is estimated to be approximately \$133,000 per year.
- Given current limitations on the availability of LBD sales data by venue type and size, it is assumed that there are three venue-type categories: smaller than average; average; and larger than average. For the purpose of estimating the tax base for entities authorized to conduct LBD sales pursuant to legislation, the following ratios relative to the average LBD taxable base for all sized entities are utilized: 50 percent for smaller than average; 100 percent for average; and 150 percent for larger than average.
- Given the size and location of this particular venue, the recurring increase in sales is estimated to be \$133,000 per year.
- The recurring increase in state revenue to the General Fund in FY23-24 and subsequent years is estimated to be \$18,948 $[(\$133,000 \times 7.0\%) - (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)]$.
- The recurring increase in local revenue in FY23-24 and subsequent years is estimated to be \$15,469 $[\$1,500 + (\$133,000 \times 2.75\%) + (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)]$.
- Any revenue collected from any state or local taxes imposed on manufacturers or wholesalers is estimated to be not significant.

Central Cinema

- This legislation only applies to one entity located in Knoxville, Knox County.
- It is assumed that Central Cinema will seek a Community Theater license.
- There is an initial application fee of \$300 and a \$150 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$450 (\$300 + \$150) in FY23-24 and an increase in state revenue to ABC of \$150 in FY24-25 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$300 for a Community Theater.
- Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.
- State and local sales taxes and a 15.0 percent liquor-by-the-drink (LBD) tax will be assessed on alcoholic beverage sales.

- The current state sales tax rate is 7.0 percent; the local option sales tax rate in Knox County is 2.25 percent; the effective rate of apportionment to local government pursuant to the state-shared allocation is estimated to be 3.617 percent.
- Pursuant to Tenn. Code Ann. § 57-4-306(a), 50.0 percent of the 15.0 percent LBD tax is allocated to the state General Fund and 50.0 percent is distributed to the local government.
- It is assumed that the establishment will begin selling alcohol in FY23-24.
- Based on historical LBD tax return data, the average taxable base per establishment is estimated to be approximately \$133,000 per year.
- Given current limitations on the availability of LBD sales data by venue type and size, it is assumed that there are three venue-type categories: smaller than average; average; and larger than average. For the purpose of estimating the tax base for entities authorized to conduct LBD sales pursuant to legislation, the following ratios relative to the average LBD taxable base for all sized entities are utilized: 50 percent for smaller than average; 100 percent for average; and 150 percent for larger than average.
- Given the size and location of this particular venue, the recurring increase in sales is estimated to be \$133,000 per year.
- The recurring increase in state revenue to the General Fund in FY23-24 and subsequent years is estimated to be \$18,948 $[(\$133,000 \times 7.0\%) - (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)]$.
- The recurring increase in local revenue in FY23-24 and subsequent years is estimated to be \$13,604 $[\$300 + (\$133,000 \times 2.25\%) + (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)]$.
- Any revenue collected from any state or local taxes imposed on manufacturers or wholesalers is estimated to be not significant.

The Beeches

- This legislation only applies to one entity located in Springfield, Robertson County.
- It is assumed that The Beeches will seek a Premier Type Tourist Resort license.
- There is an initial application fee of \$300 and a \$2,000 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$2,300 $(\$300 + \$2,000)$ in FY23-24 and an increase in state revenue to ABC of \$2,000 in FY24-25 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$1,500 for a Premier Type Tourist Resort.
- Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.
- State and local sales taxes and a 15.0 percent liquor-by-the-drink (LBD) tax will be assessed on alcoholic beverage sales.
- The current state sales tax rate is 7.0 percent; the local option sales tax rate in Robertson County is 2.75 percent; the effective rate of apportionment to local government pursuant to the state-shared allocation is estimated to be 3.617 percent.
- Pursuant to Tenn. Code Ann. § 57-4-306(a), 50.0 percent of the 15.0 percent LBD tax is allocated to the state General Fund and 50.0 percent is distributed to the local government.
- It is assumed that the establishment will begin selling alcohol in FY23-24.

- Based on historical LBD tax return data, the average taxable base per establishment is estimated to be approximately \$133,000 per year.
- Given current limitations on the availability of LBD sales data by venue type and size, it is assumed that there are three venue-type categories: smaller than average; average; and larger than average. For the purpose of estimating the tax base for entities authorized to conduct LBD sales pursuant to legislation, the following ratios relative to the average LBD taxable base for all sized entities are utilized: 50 percent for smaller than average; 100 percent for average; and 150 percent for larger than average.
- Given the size and location of this particular venue, the recurring increase in sales is estimated to be \$133,000 per year.
- The recurring increase in state revenue to the General Fund in FY23-24 and subsequent years is estimated to be \$18,948 $[(\$133,000 \times 7.0\%) - (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)]$.
- The recurring increase in local revenue in FY23-24 and subsequent years is estimated to be \$15,469 $[\$1,500 + (\$133,000 \times 2.75\%) + (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)]$.
- Any revenue collected from any state or local taxes imposed on manufacturers or wholesalers is estimated to be not significant.

TriState Exhibition Center

- This legislation only applies to one entity located in McDonald, Bradley County.
- It is assumed that TriState Exhibition Center will seek a Premier Type Tourist Resort license.
- There is an initial application fee of \$300 and a \$2,000 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$2,300 $(\$300 + \$2,000)$ in FY23-24 and an increase in state revenue to ABC of \$2,000 in FY24-25 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$1,500 for a Premier Type Tourist Resort.
- Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.
- State and local sales taxes and a 15.0 percent liquor-by-the-drink (LBD) tax will be assessed on alcoholic beverage sales.
- The current state sales tax rate is 7.0 percent; the local option sales tax rate in Bradley County is 2.75 percent; the effective rate of apportionment to local government pursuant to the state-shared allocation is estimated to be 3.617 percent.
- Pursuant to Tenn. Code Ann. § 57-4-306(a), 50.0 percent of the 15.0 percent LBD tax is allocated to the state General Fund and 50.0 percent is distributed to the local government.
- It is assumed that the establishment will begin selling alcohol in FY23-24.
- Based on historical LBD tax return data, the average taxable base per establishment is estimated to be approximately \$133,000 per year.
- Given current limitations on the availability of LBD sales data by venue type and size, it is assumed that there are three venue-type categories: smaller than average; average; and larger than average. For the purpose of estimating the tax base for entities authorized to conduct LBD sales pursuant to legislation, the following ratios relative to the average

LBD taxable base for all sized entities are utilized: 50 percent for smaller than average; 100 percent for average; and 150 percent for larger than average.

- Given the size and location of this particular venue, the recurring increase in sales is estimated to be \$133,000 per year.
- The recurring increase in state revenue to the General Fund in FY23-24 and subsequent years is estimated to be \$18,948 $[(\$133,000 \times 7.0\%) - (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)]$.
- The recurring increase in local revenue in FY23-24 and subsequent years is estimated to be \$15,469 $[\$1,500 + (\$133,000 \times 2.75\%) + (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)]$.
- Any revenue collected from any state or local taxes imposed on manufacturers or wholesalers is estimated to be not significant.

The Signal

- This legislation only applies to one entity located in Chattanooga, Hamilton County.
- It is assumed that Central Cinema will seek a Urban Park Center license.
- There is an initial application fee of \$300 and a \$150 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$450 (\$300 + \$150) in FY23-24 and an increase in state revenue to ABC of \$150 in FY24-25 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$500 for a Urban Park Center.
- The estimated recurring increase in local revenue is \$500 in FY23-24 and subsequent years.
- Vendors currently serve alcoholic beverages on the premises of The Signal; therefore, any additional increase in tax revenue raised from the proposed legislation is considered to be not significant.

Chief's / Merrit Mansion Historic District

- This legislation applies to multiple entities located in Nashville, Davidson County.
- It is assumed that Chief's / Merrit Mansion Historic District will seek a Premier Type Tourist Resort license and a Restaurant license.
- There is an initial application fee of \$600 (\$300 + \$300) and a \$3,200 (\$2,000 + \$1,200) annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$3,800 (\$600 + \$3,200) in FY23-24 and an increase in state revenue to ABC of \$3,200 in FY24-25 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$1,500 for a Premier Type Tourist Resort and \$1,200 for a Restaurant.
- Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.
- State and local sales taxes and a 15.0 percent liquor-by-the-drink (LBD) tax will be assessed on alcoholic beverage sales.
- The current state sales tax rate is 7.0 percent; the local option sales tax rate in Davidson County is 2.25 percent; the effective rate of apportionment to local government pursuant to the state-shared allocation is estimated to be 3.617 percent.

- Pursuant to Tenn. Code Ann. § 57-4-306(a), 50.0 percent of the 15.0 percent LBD tax is allocated to the state General Fund and 50.0 percent is distributed to the local government.
- It is assumed that the establishment will begin selling alcohol in FY23-24.
- Based on historical LBD tax return data, the average taxable base per establishment is estimated to be approximately \$133,000 per year.
- Given current limitations on the availability of LBD sales data by venue type and size, it is assumed that there are three venue-type categories: smaller than average; average; and larger than average. For the purpose of estimating the tax base for entities authorized to conduct LBD sales pursuant to legislation, the following ratios relative to the average LBD taxable base for all sized entities are utilized: 50 percent for smaller than average; 100 percent for average; and 150 percent for larger than average.
- Given the size and location of this particular venue, the recurring increase in sales is estimated to be \$199,500 per year.
- The recurring increase in state revenue to the General Fund in FY23-24 and subsequent years is estimated to be \$28,422 $[(\$199,500 \times 7.0\%) - (\$199,500 \times 7.0\% \times 3.617\%) + (\$199,500 \times 15.0\% \times 50.0\%)]$.
- The recurring increase in local revenue in FY23-24 and subsequent years is estimated to be \$22,656 $[\$1,500 + \$1,200 + (\$199,500 \times 2.25\%) + (\$199,500 \times 7.0\% \times 3.617\%) + (\$199,500 \times 15.0\% \times 50.0\%)]$.
- Any revenue collected from any state or local taxes imposed on manufacturers or wholesalers is estimated to be not significant.

Cascade Inn

- This legislation only applies to one entity located in Pikeville, Bledsoe County.
- It is assumed that Cascade Inn will seek a Premier Type Tourist Resort license.
- There is an initial application fee of \$300 and a \$2,000 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$2,300 ($\$300 + \$2,000$) in FY23-24 and an increase in state revenue to ABC of \$2,000 in FY24-25 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$1,500 for a Premier Type Tourist Resort.
- Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.
- State and local sales taxes and a 15.0 percent liquor-by-the-drink (LBD) tax will be assessed on alcoholic beverage sales.
- The current state sales tax rate is 7.0 percent; the local option sales tax rate in Bledsoe County is 2.25 percent; the effective rate of apportionment to local government pursuant to the state-shared allocation is estimated to be 3.617 percent.
- Pursuant to Tenn. Code Ann. § 57-4-306(a), 50.0 percent of the 15.0 percent LBD tax is allocated to the state General Fund and 50.0 percent is distributed to the local government.
- It is assumed that the establishment will begin selling alcohol in FY23-24.
- Based on historical LBD tax return data, the average taxable base per establishment is estimated to be approximately \$133,000 per year.

- Given current limitations on the availability of LBD sales data by venue type and size, it is assumed that there are three venue-type categories: smaller than average; average; and larger than average. For the purpose of estimating the tax base for entities authorized to conduct LBD sales pursuant to legislation, the following ratios relative to the average LBD taxable base for all sized entities are utilized: 50 percent for smaller than average; 100 percent for average; and 150 percent for larger than average.
- Given the size and location of this particular venue, the recurring increase in sales is estimated to be \$133,000 per year.
- The recurring increase in state revenue to the General Fund in FY23-24 and subsequent years is estimated to be \$18,948 $[(\$133,000 \times 7.0\%) - (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)]$.
- The recurring increase in local revenue in FY23-24 and subsequent years is estimated to be \$14,804 $[\$1,500 + (\$133,000 \times 2.25\%) + (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)]$.
- Any revenue collected from any state or local taxes imposed on manufacturers or wholesalers is estimated to be not significant.

Fox Den Restaurant

- This legislation only applies to one entity located in Del Rio, Cocke County.
- It is assumed that Fox Den Restaurant will seek a Premier Type Tourist Resort license.
- There is an initial application fee of \$300 and a \$2,000 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$2,300 $(\$300 + \$2,000)$ in FY23-24 and an increase in state revenue to ABC of \$2,000 in FY24-25 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$1,500 for a Premier Type Tourist Resort.
- Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.
- State and local sales taxes and a 15.0 percent liquor-by-the-drink (LBD) tax will be assessed on alcoholic beverage sales.
- The current state sales tax rate is 7.0 percent; the local option sales tax rate in Cocke County is 2.75 percent; the effective rate of apportionment to local government pursuant to the state-shared allocation is estimated to be 3.617 percent.
- Pursuant to Tenn. Code Ann. § 57-4-306(a), 50.0 percent of the 15.0 percent LBD tax is allocated to the state General Fund and 50.0 percent is distributed to the local government.
- It is assumed that the establishment will begin selling alcohol in FY23-24.
- Based on historical LBD tax return data, the average taxable base per establishment is estimated to be approximately \$133,000 per year.
- Given current limitations on the availability of LBD sales data by venue type and size, it is assumed that there are three venue-type categories: smaller than average; average; and larger than average. For the purpose of estimating the tax base for entities authorized to conduct LBD sales pursuant to legislation, the following ratios relative to the average LBD taxable base for all sized entities are utilized: 50 percent for smaller than average; 100 percent for average; and 150 percent for larger than average.

- Given the size and location of this particular venue, the recurring increase in sales is estimated to be \$66,500 per year.
- The recurring increase in state revenue to the General Fund in FY23-24 and subsequent years is estimated to be \$9,474 $[(\$66,500 \times 7.0\%) - (\$66,500 \times 7.0\% \times 3.617\%) + (\$66,500 \times 15.0\% \times 50.0\%)]$.
- The recurring increase in local revenue in FY23-24 and subsequent years is estimated to be \$8,485 $[\$1,500 + (\$66,500 \times 2.75\%) + (\$66,500 \times 7.0\% \times 3.617\%) + (\$66,500 \times 15.0\% \times 50.0\%)]$.
- Any revenue collected from any state or local taxes imposed on manufacturers or wholesalers is estimated to be not significant.

Del PizzaRio

- This legislation only applies to one entity located in Del Rio, Cocke County.
- It is assumed that Del PizzaRio will seek a Premier Type Tourist Resort license.
- There is an initial application fee of \$300 and a \$2,000 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$2,300 $(\$300 + \$2,000)$ in FY23-24 and an increase in state revenue to ABC of \$2,000 in FY24-25 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$1,500 for a Premier Type Tourist Resort.
- Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.
- State and local sales taxes and a 15.0 percent liquor-by-the-drink (LBD) tax will be assessed on alcoholic beverage sales.
- The current state sales tax rate is 7.0 percent; the local option sales tax rate in Cocke County is 2.75 percent; the effective rate of apportionment to local government pursuant to the state-shared allocation is estimated to be 3.617 percent.
- Pursuant to Tenn. Code Ann. § 57-4-306(a), 50.0 percent of the 15.0 percent LBD tax is allocated to the state General Fund and 50.0 percent is distributed to the local government.
- It is assumed that the establishment will begin selling alcohol in FY23-24.
- Based on historical LBD tax return data, the average taxable base per establishment is estimated to be approximately \$133,000 per year.
- Given current limitations on the availability of LBD sales data by venue type and size, it is assumed that there are three venue-type categories: smaller than average; average; and larger than average. For the purpose of estimating the tax base for entities authorized to conduct LBD sales pursuant to legislation, the following ratios relative to the average LBD taxable base for all sized entities are utilized: 50 percent for smaller than average; 100 percent for average; and 150 percent for larger than average.
- Given the size and location of this particular venue, the recurring increase in sales is estimated to be \$66,500 per year.
- The recurring increase in state revenue to the General Fund in FY23-24 and subsequent years is estimated to be \$9,474 $[(\$66,500 \times 7.0\%) - (\$66,500 \times 7.0\% \times 3.617\%) + (\$66,500 \times 15.0\% \times 50.0\%)]$.

- The recurring increase in local revenue in FY23-24 and subsequent years is estimated to be \$8,485 [$\$1,500 + (\$66,500 \times 2.75\%) + (\$66,500 \times 7.0\% \times 3.617\%) + (\$66,500 \times 15.0\% \times 50.0\%)$].
- Any revenue collected from any state or local taxes imposed on manufacturers or wholesalers is estimated to be not significant.

Sevierville Golf Club

- This legislation only applies to one entity located in Sevierville, Sevier County.
- This legislation designates the city of Sevierville as a “corporation” and a “Premier Type Tourist Resort;” the city of Sevierville owns the Sevierville Golf Club.
- It is assumed that Sevierville Golf Club will seek a Premier Type Tourist Resort license.
- There is an initial application fee of \$300 and a \$2,000 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$2,300 ($\$300 + \$2,000$) in FY23-24 and an increase in state revenue to ABC of \$2,000 in FY24-25 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$1,500 for a Premier Type Tourist Resort.
- Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.
- State and local sales taxes and a 15.0 percent liquor-by-the-drink (LBD) tax will be assessed on alcoholic beverage sales.
- The current state sales tax rate is 7.0 percent; the local option sales tax rate in Sevier County is 2.75 percent; the effective rate of apportionment to local government pursuant to the state-shared allocation is estimated to be 3.617 percent.
- Pursuant to Tenn. Code Ann. § 57-4-306(a), 50.0 percent of the 15.0 percent LBD tax is allocated to the state General Fund and 50.0 percent is distributed to the local government.
- It is assumed that the establishment will begin selling alcohol in FY23-24.
- Based on historical LBD tax return data, the average taxable base per establishment is estimated to be approximately \$133,000 per year.
- Given current limitations on the availability of LBD sales data by venue type and size, it is assumed that there are three venue-type categories: smaller than average; average; and larger than average. For the purpose of estimating the tax base for entities authorized to conduct LBD sales pursuant to legislation, the following ratios relative to the average LBD taxable base for all sized entities are utilized: 50 percent for smaller than average; 100 percent for average; and 150 percent for larger than average.
- Given the size and location of this particular venue, the recurring increase in sales is estimated to be \$199,500 per year.
- The recurring increase in state revenue to the General Fund in FY23-24 and subsequent years is estimated to be \$28,422 [$(\$199,500 \times 7.0\%) - (\$199,500 \times 7.0\% \times 3.617\%) + (\$199,500 \times 15.0\% \times 50.0\%)$].
- The recurring increase in local revenue in FY23-24 and subsequent years is estimated to be \$22,454 [$\$1,500 + (\$199,500 \times 2.75\%) + (\$199,500 \times 7.0\% \times 3.617\%) + (\$199,500 \times 15.0\% \times 50.0\%)$].

- Any revenue collected from any state or local taxes imposed on manufacturers or wholesalers is estimated to be not significant.

Food City Cafeteria

- This legislation only applies to one entity located in Elizabethton, Carter County.
- It is assumed that Food City Cafeteria will seek a caterer's license.
- There is an initial application fee of \$300 and a \$625 annual fee payable to the Tennessee Alcoholic Beverage Commission (ABC).
- A total increase in state revenue to ABC of \$925 (\$300 + \$625) in FY23-24 and an increase in state revenue to ABC of \$625 in FY24-25 and subsequent years.
- Pursuant to Tenn. Code Ann. § 57-4-301(b)(2), the local privilege tax is estimated to be \$500 for a caterer's license.
- Any increase in local government expenditures for collecting local privilege taxes is estimated to be not significant.
- State and local sales taxes and a 15.0 percent liquor-by-the-drink (LBD) tax will be assessed on alcoholic beverage sales.
- The current state sales tax rate is 7.0 percent; the local option sales tax rate in Carter County is 2.75 percent; the effective rate of apportionment to local government pursuant to the state-shared allocation is estimated to be 3.617 percent.
- Pursuant to Tenn. Code Ann. § 57-4-306(a), 50.0 percent of the 15.0 percent LBD tax is allocated to the state General Fund and 50.0 percent is distributed to the local government.
- It is assumed that the establishment will begin selling alcohol in FY23-24.
- Based on historical LBD tax return data, the average taxable base per establishment is estimated to be approximately \$133,000 per year.
- Given current limitations on the availability of LBD sales data by venue type and size, it is assumed that there are three venue-type categories: smaller than average; average; and larger than average. For the purpose of estimating the tax base for entities authorized to conduct LBD sales pursuant to legislation, the following ratios relative to the average LBD taxable base for all sized entities are utilized: 50 percent for smaller than average; 100 percent for average; and 150 percent for larger than average.
- Given the size and location of this particular venue, the recurring increase in sales is estimated to be \$133,000 per year.
- The recurring increase in state revenue to the General Fund in FY23-24 and subsequent years is estimated to be \$18,948 $[(\$133,000 \times 7.0\%) - (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)]$.
- The recurring increase in local revenue in FY23-24 and subsequent years is estimated to be \$14,469 $[\$500 + (\$133,000 \times 2.75\%) + (\$133,000 \times 7.0\% \times 3.617\%) + (\$133,000 \times 15.0\% \times 50.0\%)]$.
- Any revenue collected from any state or local taxes imposed on manufacturers or wholesalers is estimated to be not significant.

Total Impact Assumptions

- The sums of all impacts are represented in the last row of the table below:

Increase State Revenue FY23-24/ABC	Increase State Revenue FY23-24 & Subsequent Years/ABC	Increase State Revenue FY23-24 & Subsequent Years/General Fund	Increase Local Revenue FY23-24 & Subsequent Years
\$2,300	\$2,000	\$18,948	\$15,469
\$2,300	\$2,000		\$1,500
\$2,300	\$2,000	\$9,474	\$8,485
\$800	\$500	\$18,948	\$13,604
\$2,300	\$2,000	\$18,948	\$14,804
\$2,300	\$2,000	\$9,474	\$8,485
\$2,300	\$2,000	\$9,474	\$8,485
\$2,300	\$2,000	\$9,474	\$8,485
\$450	\$150	\$9,474	\$6,952
\$2,300	\$2,000	\$18,948	\$15,469
\$2,300	\$2,000	\$18,948	\$14,804
\$2,300	\$2,000	\$9,474	\$8,485
\$2,300	\$2,000	\$9,474	\$8,485
\$2,300	\$2,000	\$18,948	\$15,469
\$450	\$150	\$18,948	\$14,269
\$2,300	\$2,000	\$18,948	\$14,804
\$2,300	\$2,000	\$28,422	\$21,456
\$2,300	\$2,000	\$18,948	\$15,469
\$2,300	\$2,000	\$28,422	\$21,456
\$2,300	\$2,000	\$18,948	\$15,469
\$450	\$150	\$18,948	\$13,604
\$2,300	\$2,000	\$18,948	\$15,469
\$2,300	\$2,000	\$18,948	\$15,469
\$450	\$150		\$500
\$3,800	\$3,200	\$28,422	\$22,656
\$2,300	\$2,000	\$18,948	\$14,804
\$2,300	\$2,000	\$9,474	\$8,485
\$2,300	\$2,000	\$9,474	\$8,485
\$2,300	\$2,000	\$28,422	\$22,454
\$925	\$625	\$18,948	\$14,469
\$60,225	\$50,925	\$483,174	\$388,299

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink that reads "Krista Lee Carsner". The signature is written in a cursive, flowing style.

Krista Lee Carsner, Executive Director

/mk